

Minutes of the Baraboo Community Development Authority
Loan Review Committee
Tuesday July 7, 2020

The meeting was called to order by Chairperson Fordham at 6:45 pm in the Community Room, Corson Square Apartments, 920 Tenth St., Baraboo, WI 53913

I. Roll Call

Present: Fordham, Bobholz, Kierzek
Absent: None
Also Present: Wastlund
Staff: Patrick Cannon, Executive Director

II. Note of Compliance with Open Meeting Laws

The Chair noted that the agenda was posted in compliance with the Wisconsin State Statutes.

III. Approval of Agenda

A motion to approve the Agenda as presented
Kierzek (1); Bobholz (2)
Aye: All via voice vote

IV. Approval of Minutes

April 20, 2020

A motion to approve the minutes as presented
Bobholz (1); Kierzek (2)
Aye: All via voice vote

V. Public Comment

None

VI. Old Business

None

VII. New Business:

a. Consideration and discussion of a Loan Subordination request for request for Omni Solutions.

Omni Solutions is requesting a Loan Subordination in order to both refinance their existing loan but also create a Letter of Credit. Staff noted that the subordination request would allow the CDA to remain in the second position on the loan. However, the first position would be increased.

While in past subordination requests, it has been the practice of the CDA to not allow the applicant to refinance and obtain either cash liquidity or to pay personal expenses. In this case, the Committee would allow the extra funds to create the Letter of Credit since the value of the collateral remains in excess of the combined total loans.

After careful review, the Committee moved to allow for the subordination of the loan collateral.

Motion:

To approve the subordination request for Omni Solutions and recommend approval by the CDA Board.

Bobholz (1); Kierzek (2)

Aye: All via voice vote

Nay: None

VIII. **Adjournment**

A motion was made to adjourn the meeting at 6:52 pm.

Bobholz (1); Kierzek (2)

Aye: All via voice vote

Approved by Loan Review Committee on:

Joan Fordham, Chair

Patrick Cannon, Recorder